## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

In the Matter of	)	
PUBLIC UTILITIES COMMISSION	) )	Docket No. 03-0371
Instituting a Proceeding to Investigate Distributed Generation in Hawaii.	)	

#### KAUAI ISLAND UTILITY COOPERATIVE'S RESPONSES TO THE LIFE OF THE LAND'S INFORMATION REQUESTS

#### AND

#### CERTIFICATE OF SERVICE

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Attorneys for KAUAI ISLAND UTILITY COOPERATIVE

### OF THE STATE OF HAWAII

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COMES NOW, KAUAI ISLAND UTILITY COOPERATIVE, by and through its attorneys, Oshima Chun Fong & Chung, hereby submits its Responses to the Life of the Land's Information Requests.

DATED: Honolulu, Hawai'i, June 16, 2004.

ALAN M. OSHIMA KENT D. MORIHARA

KenDO.M

Attorneys for KAUAI ISLAND UTILITY COOPERATIVE

## KAUAI ISLAND UTILITIES COOPERATIVE'S RESPUNSES TO THE LIFE OF THE LAND'S INFORMATION REQUESTS DOCKET NO. 03-0371

LOL-SOP-IR-44

(a) How much money is exported from the Kauai County each year to buy

fossil fuels for electric power production?

Response:

This information is not available to KIUC.

(b) Utilizing economic multiplier analysis (direct and indirect monetary flows), what would the economic impact be of keeping that money within

Kauai County, by purchasing local renewable energy?

Response:

This information is not available to KIUC.

(c) Should KIUC plan for a time when fossil fuels will no longer be used

to generate electricity in Hawaii

Response:

KIUC is undertaking a renewable energy study to evaluate Kauai's renewable resources and assist KIUC in determining which resource or resources would be the most viable to produce energy. While it is anticipated that alternative methods to generate electricity without the use of fossil fuels will continue to increase in number, use and acceptance, KIUC believes it is currently too soon to begin planning for a time when fossil fuels will no longer be used to generate electricity in Hawaii.

Sponsor:

Mike Yamane

## KAUAI ISLAND UTILITIES COOPERATIVE'S RESPUNSES TO THE LIFE OF THE LAND'S INFORMATION REQUESTS DOCKET NO. 03-0371

LOL-SOP-IR-45 A Virtual Power Plant (VPP) refers to a network of grid-connected, utility-

controlled, economic-dispatchable, peak load providing generators.

Would KIUC support the Virtual Power Plant concept?

Response: The VPP concept, as advanced by Encorp., also refers to these

generators being owned, operated and maintained by customers or third parties, with limited utility supervision. KIUC would have to undertake an extensive system analysis at substantial cost to its members before it

could support this concept.

Sponsor: Mike Yamane

N. Richard Friedman

# KAUAI ISLAND UTILITIES COOPERATIVE'S RESPUNSES TO THE LIFE OF THE LAND'S INFORMATION REQUESTS DOCKET NO. 03-0371

LOL-SOP-IR-46

Does KIUC support wheeling?

Response:

KIUC believes that this information is outside of the scope of the docket.

Sponsor:

Mike Yamane

### LIFE OF THE LAND'S INFORMATION REQUESTS DOCKET NO. 03-0371

LOL-SOP-IR-47 Can a fair market for all DG players exist if KIUC participates directly in

the DG market, without establishing any firewalls between its DG sector

and other sectors of the cooperative?

Response: As noted in its Preliminary Statement of Position, it should be noted that

KIUC has not determined if it would participate directly in the DG market. However, if it did decide to do so, KIUC believes that a fair market for all DG players would exist, especially as it pertains to KIUC's cooperative ownership structure, in which the interests of KIUC's members will play a large part in what DG players will end up being involved in the Kauai

distributed generation market in the future.

Sponsor: Mike Yamane

#### CERTIFICATE OF SERVICE

I (we) hereby certify that copies of the foregoing document were duly served on the

following parties, by having said copies delivered as set forth below:

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DATED: Honolulu, Hawai'i, June 16, 2004.

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